

# State of California

Franchise Tax Board-Legislative Services Bureau  
PO Box 1468  
Sacramento, CA 95812-1468

Telephone: (916)845-4326  
ATSS: 468-4326  
FAX: (916)845-5472

## **Legislative Change No. 00-13**

Bill Number: SB 2173 Author: Sen Rev & Tax Committee Chapter Number: 00-180

Laws Affecting Franchise Tax Board: Section 8880.68 of the Government Code

Date Filed with the Secretary of the State: July 21, 2000

SUBJECT: Nontaxability of Lottery Winnings

**Senate Bill 2173 (Senate Revenue and Taxation Committee), as enacted on July 21, 2000, made the following changes to California law:**

Section 8880.68 of the Government Code is amended.

This act clarifies that amounts received by a California lottery prizewinner from a third person as a result of the assignment (transfer) by the prizewinner of future lottery winning payments in accordance with provisions of the Government Code are exempt from state and local taxes.

This act is effective on January 1, 2001, and is declaratory of existing law.

This act will not require any reports by the department to the Legislature.

Bureau Director

Johnnie Lou Rosas

Date

July 28, 2000